



STAFF REPORT

Agency: City of Belmont
Staff Contact: Jana Cadiz, Public Works Department, jcadiz@belmont.gov, 650-595-7468
Agenda Title: Notice of Completion for 2018 Slurry Seal Project – Measure I
Agenda Action: Resolution

Recommendation

Adopt a resolution accepting work and authorizing the issuance of a Notice of Completion for the 2018 Slurry Seal Project, City Contract Number 2018-564 for a final contract cost of \$500,290.60.

Background



The City is responsible for the repair and maintenance of approximately 70 centerline miles (140 travel lane miles) of streets. The Public Works Department has implemented best management practices in our pavement preservation program to stretch our available dollars in the most effective way and to select certain streets for pavement projects.

In November 2016, Belmont voters approved the Belmont Streets and City Services Measure (Measure I), a half-cent general tax that will generate approximately \$1.3 million annually for local infrastructure. On April 25, 2017, the City Council allocated \$1 million in Measure I funds in Fiscal Year 2018 for street improvements.

On April 28, 2017, the Governor signed Senate Bill (SB) 1, which is funded by the newly established Road Maintenance and Rehabilitation Account (RMRA), which receives four sources of new revenue Road Repair and Accountability Act to address basic road maintenance, rehabilitation and critical safety needs on both the state highways and local streets and road system. RMRA sources of funds are increases to the per gallon, fuel excise taxes; diesel fuel sales taxes, and vehicle registration fees; and it provides for inflationary adjustments to tax rates in future years.



During the development of the FY 18 Budget, staff created Project 3102, under Fund 232 RMRA Street Project in anticipation of the RMRA funding reporting requirements. For FY18 it is anticipated that the City will receive approximately \$160,000 in RMRA funding. On September 26, 2017, the City Council amended the budget to incorporate the RMRA funding requirements. Specifically, the budget was amended to include a project list, which included, project descriptions locations, anticipated useful life and other information required by the State Transportation Commission.

On March 27, 2018, the City Council approved plans and specifications, authorizing advertisement for sealed bids, authorizing the City Manager to execute a contract with the lowest responsible bidder for an amount not to exceed \$693,187 and a ten percent contingency for the 2018 Slurry Seal Project, City Contract Number 2018-564. This project was funded by Measure I and RMRA funds.

Analysis

The project included dig-out repairs, patching, crack sealing, and slurry seal treatment, stripping and associated updated signage on approximately seven (7) centerline miles of streets on 34 street segments. The City entered into a contract with American Asphalt Repair and Resurfacing Company, Inc. to perform the specified work. The project is now complete to the satisfaction of the City in accordance with the construction plans and specifications.

The contract was awarded to American Asphalt for \$541,008.10. However, two change orders were issued to adjust quantities to what was actually performed in field and to levy liquidated damages for failure to complete work on certain heavily-used streets within the allotted time specified in contract documents. Liquidated damages were the result of a late start by the contractor due to many construction projects currently on-going, especially in pavement rehabilitation. Therefore, the final contract amount is \$500,290.60. The final contract amount came in 7.5% under the awarded contract amount.

The City is retaining \$16,200.97 from the contractor to ensure that all subcontractors and suppliers are paid. If there are no claims filed within 35 days of recording the Notice of Completion, final payment will be released to the contractor.

Alternatives

1. Take No Action
2. Refer back to staff for further information

Attachments

- A. Resolution

Fiscal Impact

☐ No Impact/Not Applicable

☒ Funding Source Confirmed: \$150,000/RMRA Fund – Account 232-3-730-3102-9030/RMRA Street Project and \$350,290.60/Measure I Fund – Account 102-3-730-3101-9030/ Measure I Street Project

Source:

- ☐ Council
☒ Staff
☐ Citizen Initiated
☐ Other*

Purpose:

- ☐ Statutory/Contractual Requirement
☒ Council Vision/Priority
☐ Discretionary Action
☒ Plan Implementation*

Public Outreach:

- ☒ Posting of Agenda
☐ Other*

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